

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02034A
Cienega Water Co
P.O. Box 3518
Parker, AZ 85344

C

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2009
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DEC 11 8 2010

FOR COMMISSION USE

ANN 04	09
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10-12-10

COMPANY INFORMATION

Company Name (Business Name) <u>Cienega Water Co., Inc</u>		
Mailing Address <u>P.O. Box 3518</u>		
<u>Parker</u> (City)	<u>AZ</u> (State)	<u>85344</u> (Zip)
<u>(928) 667-2590</u> Telephone No. (Include Area Code)	<u>(928) 667-2590</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address <u>Cienegawater@yahoo.com</u>		
Local Office Mailing Address <u>Same</u>		
 (City)	 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address <u></u>		

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:		
<input type="checkbox"/> Management Contact: <u>Eleanor Stephan</u> <u>President</u>		
<u>31876</u> (Street)	<u>Cienega Springs Rd.</u> (City)	<u>Parker, AZ 85344</u> (State) (Zip)
<u>(928) 667-2590</u> Telephone No. (Include Area Code)	<u>(928) 667-2590</u> Fax No. (Include Area Code)	<u>n/a</u> Cell No. (Include Area Code)
Email Address <u>Cienegawater@yahoo.com</u>		
On Site Manager: <u>Debra R. Kilgore</u>		
<u>31876</u> (Street)	<u>Cienega Springs Rd.</u> (City)	<u>Parker, AZ 85344</u> (State) (Zip)
<u>(928) 667-2590</u> Telephone No. (Include Area Code)	<u>(928) 667-2590</u> Fax No. (Include Area Code)	<u>(714) 330-5665</u> Cell No. (Include Area Code)
Email Address <u></u>		

Statutory Agent: Jack Hazz

(Name)

7804 Riverside Dr. Parker, AZ

(Street)

(City)

(State)

85344

(Zip)

(928) 667-2590

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: None on retainer

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☒ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

*Cienega Water Co., Inc.***UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	29010	12410	16600
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes & Storage tanks	42793	17,309	25,484
331	Transmission and Distribution Mains	61812	21637	40175
333	Services	20637	7224	13413
334	Meters and Meter Installations	17880	19064	25 *
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	3545	1239	2306
340	Office Furniture and Equipment	3156	1177	1979
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	2408	2408	0
344	Laboratory Equipment			
345	Power Operated Equipment	12155		
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	193396	88853	102466

This amount goes on the Balance Sheet Acct. No. 108

* Error to be corrected
in 2010

COMPANY NAME

*Cienega Water Co., Inc.***CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS			

*Please see
Page 4, A*

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

Depreciation breakdown as of 12-31-07

description	yr purch'd	orig cost	prev deprec	2008 dep	2009 dep	total dep	balance left
wells & springs	pre 1999	10,565.00	10,565.00			10,565.00	0.00
distributuion res & standpipes	pre 1999	3,589.00	3,589.00			3,589.00	0.00
meters	pre 1999	17,880.00	15,263.92	1,900.00	1,900.00	19,063.92	-1,183.92
office equipment	pre 1999	1,079.00	1,079.00			1,079.00	0.00
equipment & tools	2000	1,291.63	1,291.63			1,291.63	0.00
equipment & tools	2001	1,116.66	1,116.66			1,116.66	0.00
power operated equipment powered equipment do at 15 s/l	2002	12,155.30	4,862.10	810.35	810.35	6,482.80	5,672.50
office equipment	2003	98.13	98.13				
storage tanks do tanks and the rest at 20 s/l	2003	39,204.00	9,800.00	1,960.00	1,960.00	13,720.00	25,484.00
trans & distributions mains	2003	61,811.70	15,455.00	3,091.00	3,091.00	21,637.00	40,174.70
services	2003	20,637.00	5,160.00	1,032.00	1,032.00	7,224.00	13,413.00
other plant & misc equipment	2003	3,545.00	885.00	177.00	177.00	1,239.00	2,306.00
new computers	2009	1,979.00	0.00	0.00	0.00	0.00	0.00
				should have been section 179 make correction in 2010			
new wells	2009	18,445.00			1,845.00	1,845.00	16,600.00
total		193,396.42	69,165.44	8,970.35	10,815.35	88,853.01	102,466.28

COMPANY NAME Cienega Water Co., Inc.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$	\$
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$	\$
	FIXED ASSETS		
101	Utility Plant in Service	\$	\$
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant		
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$	\$
	TOTAL ASSETS	\$	\$

*Please See
Pages 5 & 5b*

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

Cienega Water Co., Inc.
Balance Sheet
As of December 31, 2009

Dec 31, 09

ASSETS

Current Assets

Checking/Savings

105 · Cash in Bank - ... 5,511.71

Total Checking/Savings 5,511.71

Total Current Assets 5,511.71

Fixed Assets

185 · Utility Plant in Serv 14,154.00

190 · Orig. Meters 1995 17,879.78

191 · New-Repl'd Const...

191-A · Storage Tanks 39,204.00

191-B · Trans & Distri... 61,812.00

191-C · Update Servi... 20,637.00

191-D · Power Operat... 12,155.00

191-E · Other Misc Pl... 3,545.00

Total 191 · New-Repl'd ... 137,353.00

192 · Small Equipment ... 2,408.29

193 · Office Equipment 1,176.67

194 · New Well 18,445.54

195 · XX- Accum. Depr... -90,900.04

Total Fixed Assets 100,517.24

Other Assets

197 · Computers 4,218.74

Total Other Assets 4,218.74

TOTAL ASSETS 110,247.69

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Accounts Payable

205 · Accts Payables 9,515.10

Total Accounts Payable 9,515.10

Total Current Liabilities 9,515.10

Long Term Liabilities

240 · LongTerm Note... 43,648.00

245 · LongTerm CSD... 24,482.54

250 · Work Loan from... 123,592.02

Total Long Term Liabiliti... 191,722.56

Total Liabilities 201,237.66

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10/06/10
Accrual Basis

Cienega Water Co., Inc.
Balance Sheet
As of December 31, 2009

	Dec 31, 09
Equity	
325 · Capital Stock	5,700.00
350 · Retained Earnings	-96,246.13
Net Income	-443.84
Total Equity	-90,989.97
TOTAL LIABILITIES & EQUI...	<u>110,247.69</u>

COMPANY NAME Cienega Water Co., Inc.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$	\$
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$	\$
	TOTAL LIABILITIES AND CAPITAL	\$	\$

Please see Page 7a & b

Cienega Water Co., Inc.
Balance Sheet
As of December 31, 2009

	Dec 31, 09	Dec 31, 08
ASSETS		
Current Assets		
Checking/Savings		
105 · Cash in Bank - ...	5,511.71	4,279.60
Total Checking/Savings	5,511.71	4,279.60
Total Current Assets	5,511.71	4,279.60
Fixed Assets		
185 · Utility Plant in Serv	14,154.00	14,154.00
190 · Orig. Meters 1995	17,879.78	17,879.78
191 · New-Repl'd Const...		
191-A · Storage Tanks	39,204.00	39,204.00
191-B · Trans & Distri...	61,812.00	61,812.00
191-C · Update Servi...	20,637.00	20,637.00
191-D · Power Operat...	12,155.00	12,155.00
191-E · Other Misc Pl...	3,545.00	3,545.00
Total 191 · New-Repl'd ...	137,353.00	137,353.00
192 · Small Equipment ...	2,408.29	2,408.29
193 · Office Equipment	1,176.67	1,176.67
194 · New Well	18,445.54	0.00
195 · XX- Accum. Depr...	-90,900.04	-78,137.04
Total Fixed Assets	100,517.24	94,834.70
Other Assets		
197 · Computers	4,218.74	2,239.74
Total Other Assets	4,218.74	2,239.74
TOTAL ASSETS	110,247.69	101,354.04
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		
205 · Accts Payables	9,515.10	9,515.10
Total Accounts Payable	9,515.10	9,515.10
Total Current Liabilities	9,515.10	9,515.10
Long Term Liabilities		
240 · LongTerm Note...	43,648.00	43,648.00
245 · LongTerm CSD...	24,482.54	12,000.00
250 · Work Loan from...	123,592.02	126,737.07
Total Long Term Liabiliti...	191,722.56	182,385.07
Total Liabilities	201,237.66	191,900.17

page 8a

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Accrual Basis

Cienega Water Co., Inc.
Balance Sheet
As of December 31, 2009

	Dec 31, 09	Dec 31, 08
Equity		
325 · Capital Stock	5,700.00	5,700.00
350 · Retained Earnings	-96,246.13	-86,928.67
Net Income	-443.84	-9,317.46
Total Equity	-90,989.97	-90,546.13
TOTAL LIABILITIES & EQUI...	<u>110,247.69</u>	<u>101,354.04</u>

COMPANY NAME Cienega Water Co., Inc.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$	\$
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$	\$
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power		
618	Chemicals		
620	Repairs and Maintenance		
621	Office Supplies and Expense		
630	Outside Services		
635	Water Testing		
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense		
408	Taxes Other Than Income		
408.11	Property Taxes		
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$	\$
	OPERATING INCOME/(LOSS)	\$	\$
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$	\$

*Please See
Pages 82 & 83*

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Accrual Basis

Cienega Water Co., Inc.
Profit & Loss
January through December 2009

	Jan - Dec ...	Jan - Dec ...
Income		
410 · Metered Water Sales	27,168.24	27,224.90
490 · Miscellaneous Inco...	126.00	125.94
Total Income	27,294.24	27,350.84
Expense		
610 · Automobile Expenses	1,673.70	4,924.65
611 · Bank Charges	32.00	-4.00
612 · Depreciation	10,815.00	8,971.00
615 · Dues & Subscriptions	244.17	268.77
617 · Education	0.00	130.00
625 · Interest Pd	5,667.98	4,452.22
630 · Licenses	0.00	100.00
631 · Management Servic...	2,800.00	0.00
635 · Office Exp & Postage	177.82	443.82
640 · Prof. Fees (Legal/A...	1,375.00	7,933.75
645 · Supplies	254.18	789.96
647 · Water Testing	822.19	2,160.67
650 · Sales Taxes	1,225.89	1,601.79
675 · Repairs & Maintain...	0.00	2,455.31
685 · Utilities	1,522.41	1,324.47
690 · Income Taxes	0.00	50.00
695 · Miscellaneous	240.00	125.81
698 · Property Taxes	887.74	940.08
Total Expense	27,738.08	36,668.30
Net Income	<u>-443.84</u>	<u>-9,317.46</u>

COMPANY NAME Cienega Water Co., Inc.

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	07-01-02			
Source of Loan	Private			
ACC Decision No.	63751 Plus add'l			
Reason for Loan	Reconstruction & Repayments			
Dollar Amount Issued	\$ 146,533	\$	\$	\$
Amount Outstanding	\$ 123,592	\$	\$	\$
Date of Maturity	06-30-24			
Interest Rate	7 %	%	%	%
Current Year Interest	\$ 6662	\$	\$	\$
Current Year Principle	\$ 3145	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 0

Meter Deposits Refunded During the Test Year \$ 0

COMPANY NAME	<i>Cienega Water Co., Inc.</i>
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION *Not in use @ this time*

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<i>620744</i>	<i>1</i>	<i>6-7</i>	<i>98</i>	<i>8</i>	<i>1 1/2</i>	<i>1945</i>
<i>617676</i>	<i>1</i>	<i>6-7</i>	<i>96</i>	<i>6</i>	<i>2</i>	<i>1959</i>
<i>617677</i>	<i>1</i>	<i>6-7</i>	<i>95</i>	<i>10</i>	<i>1 1/2</i>	<i>1960</i>

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
<i>None</i>		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>n/a</i>		<i>None</i>	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>5,000</i>	<i>4</i>	<i>n/a</i>	

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	<i>Cienega Water Co., Inc.</i>		
Name of System:		ADEQ Public Water System Number:	

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	<i>transite</i>	<i>1370</i>
3	<i>S</i>	<i>3190</i>
4	<i>S</i>	<i>1120</i>
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
<i>5/8 X 3/4</i>	<i>69</i>
<i>3/4</i>	
<i>1</i>	
<i>1 1/2</i>	
<i>2</i>	<i>1</i>
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

n/a

STRUCTURES:

Storage tanks

OTHER:

meters - wells & springs - office furniture & fixtures

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: <u>Cienega Water Co., Inc.</u>	
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY				
FEBRUARY				
MARCH				
APRIL				
MAY				
JUNE				
JULY				
AUGUST				
SEPTEMBER				
OCTOBER				
NOVEMBER				
DECEMBER				
TOTALS →				

*Please see
Page 12a*

What is the level of arsenic for each well on your system? 0.0051 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 7 1/2 GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
() Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

Cienega Water Co., Inc. Well Readings & water usage status

2009 running total

WELL #2 WELL #3

Dec-08	Dec-08	Dec-08	Dec-08
JAN	JAN	JAN	JAN
FEB	FEB	FEB	FEB
MAR	MAR	MAR	MAR
APR	APR	APR	APR
MAY	MAY	MAY	MAY
JUNE	JUNE	JUNE	JUNE
JULY	JULY	JULY	JULY
AUG	AUG	AUG	AUG
SEPT	SEPT	SEPT	SEPT
OCT	OCT	OCT	OCT
NOV	NOV	NOV	NOV
DEC	DEC	DEC	DEC
tot water	3,160,500	tot water	2,983,500

Total water pumped each month

	pumped	sold	estimated flushing	donation water	estimate adjust or water breaks	water sold vs. pumped over/short	notes on water breaks
JAN	474,500	137,100	5,000	13,400	320,000	1,000	notes on water breaks
FEB	551,800	172,200	5,000	18,700		-355,900	water diff telem errors and major break
MAR	584,200	185,600	5,000	9,000		-384,600	no clue
APR	519,900	173,800	5,000	2,500	340,000	1,400	?????
MAY	484,700	181,400	5,000	1,800	290,000	-6,500	may have broken meter #38
JUNE	495,500	203,700	5,000	1,700	280,000	-5,100	possible water stolen #26
JULY	519,900	221,600	5,000	3,500		-289,800	telemetry error and construction water
AUG	533,900	212,700	5,000	2,000		-314,200	
SEPT	425,100	154,700	5,000	4,730		-260,670	
OCT	658,300	189,000	5,000	2,070		-462,230	
NOV	432,400	133,700	5,000	11,100	100,000	-182,600	water used for filter test
DEC	463,800	128,400	5,000	13,100		-317,300	
tot water	6,144,000	2,093,900	60,000	83,600	1,330,000	-2,576,500	

Acres ft. 18.86 this figure is a monthly estimate

60000 flushing
actual gallons sold

WATER STATION

Dec-07	1725700
JAN	1739100
FEB	1757800
MAR	1766800
APR	1769300
MAY	1771100
JUNE	1772800
JULY	1776300
AUG	1778300
SEPT	1783030
OCT	1785100
NOV	1796200
DEC	1809300

based on water registered thru well meters
average mon 512,000
average day 16,833

based on water sold thru individual meters

average mon 174,492 plus flushing of 5,000 = 179,492
average day 5,737 plus flushing of 164 = 5901

water pumped	6,144,000
water sold	2,093,900
flushing water	60,000
donation water	83,600
water unaccounted for	3,906,500
	63.58% ??????

in 2010 we have begun

intense investigation
of what is happening
to the water

COMPANY NAME: <i>Cienega Water Co., Inc.</i>	
Name of System:	ADEQ Public Water System Number:

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →			

None

OTHER (description):

COMPANY NAME Cienega Water Co., Inc. YEAR ENDING 12/31/2009

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2009 was: \$ 887.⁷⁴

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

*Please see
Page 14a*

RECEIVED

ACC UTILITIES DIRECTOR

VERIFICATION
AND
SWORN STATEMENT
Taxes

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>La Paz</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Sharon Stephens President</u>
COMPANY NAME	<u>Chiricahua Water Co., Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Sharon Stephens
SIGNATURE OF OWNER OR OFFICIAL
928-667-2590
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 22nd DAY OF

COUNTY NAME	<u>La Paz</u>	
MONTH	<u>October</u>	20 <u>10</u>

(SEAL)

Candy Silva-Cockrell
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 6-27-2013



COMPANY NAME Cienega Water Co., Inc. YEAR ENDING 12/31/2009

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

*Please see
pages 16a thru
16e*

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Debra R. Kilgore *10/16/10*
SIGNATURE DATE

Debra R. Kilgore *V.P.*
PRINTED NAME TITLE

RECEIVED

ACCUTILITIES DIRECTOR

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OR COUNTY NAME	<u>La Paz</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Eleanor Stephan - President</u>
COMPANY NAME	<u>Cienega Water Co., Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2008</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 27294.24

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 1225.89
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

Eleanor Stephan
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 22nd DAY OF

(SEAL)

MY COMMISSION EXPIRES 6-27-2013

COUNTY NAME	<u>La Paz</u>
MONTH	<u>October</u>
YEAR	<u>2010</u>

Candy Silva-Cockrell
SIGNATURE OF NOTARY



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

OCT 10 2010

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	La Paz	
NAME (OWNER OR OFFICIAL)	Eleanor Stephan	TITLE President
COMPANY NAME	Cienega Water Co., Inc	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2009 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 27294.24

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 1225.89
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

Eleanor Stephan
SIGNATURE OF OWNER OR OFFICIAL

928-667-2590
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

10th

DAY OF Oct.

NOTARY PUBLIC NAME	Candy Silva Cockrell	
COUNTY NAME	La Paz	
MONTH	Oct 10	2010



MY COMMISSION EXPIRES

6-27-2013

Candy Silva Cockrell
SIGNATURE OF NOTARY PUBLIC

CIENEGA WATER COMPANY, INC.

P.O. BOX 3518 PH. 928-667-2590
PARKER, AZ 85344

1477.

PAY
TO THE
ORDER OF

La Paz County Treasurer

DATE 10/19/09

91-2195
1221

\$ 887.74

Eight Hundred & Eighty Seven dollars & 74 cents

DOLLARS

BANK ONE.

JPMorgan Chase Bank, N.A.
Phoenix, Arizona 85073

FOR Parcel # 937427036

Pay in Full

001477 122100024

25325354

2009 FIRST HALF PAYMENT COUPON

Due October 1, 2009

CIENEGA WATER COMPANY

Parcel Number: 937-42-703 6 Roll Number: 0020219

Penalty for late payment is 16% per year prorated monthly as of the 1st day of the month for payments postmarked after 5:00 P.M. November 2, 2009 ARS 42-18052 and ARS 42-18053).

Any total property tax notice of \$100 or less must be paid in full using the first payment coupon, no later than November 2, 2009 at 5:00 P.M.

Permit one full year payment for billed amounts over \$100 by Dec. 31, 2009 and no interest will be charged for current year. Mail full year payment with first half coupon.

DETACH AND RETURN WITH PAYMENT

Make check payable to:

Ellen Solper
La Paz County Treasurer
1112 Joshua Ave, Ste 203
Parker AZ 85344-5756

Payment in U.S. Funds

TO PAY 1ST HALF ONLY PAY 443

TO PAY FULL YEAR TAX PAY 887

If your mortgage company makes your property tax payments consider this notice as a courtesy copy for your records only.



159374270300600000044387



Ellen Solper
La Paz County Treasurer
1112 Joshua Ave, Ste 203
Parker AZ 85344-5756

2009 9374270306 1 0000000088774000000044387

2009 9374270306 2 0000000088774000000044387

Ellen Solper
La Paz County Treasurer
1112 Joshua Ave, Ste 203
Parker AZ 85344-5756



159374270300600000044387



443.87

TO PAY 2ND HALF

Ellen Solper
La Paz County Treasurer
1112 Joshua Ave, Ste 203
Parker AZ 85344-5756

2

Parcel Number: 937-42-703 6 Roll Number: 0020219

CIENEGA WATER COMPANY

Due October 1, 2009

SECOND HALF PAYMENT COUPON

DETACH AND RETURN WITH PAYMENT

Make check payable to:

Penalty for late payment is 16% per year monthly as of the 1st day of the month for payments postmarked after 5:00 P.M. November 2, 2009 ARS 42-18052 and ARS 42-18053).

2/1/2010